

NEWFIELD



July 15, 2005

State of Utah
Division of Oil, Gas & Mining
Attn: Diana Whitney
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Applications for Permit to Drill: Ashley Federal 1-27-9-15, 2-27-9-15, 3-27-9-15, 5-27-9-15, 6-27-9-15, and 7-27-9-15. ✓

Dear Diana:

Enclosed find APD's on the above referenced wells. The proposed 2-27-9-15 and 7-27-9-15 locations are Exception Locations. Our Land Department will send you the required Exception Location Letters. If you have any questions, feel free to give either Shon Mckinnon or myself a call.

Sincerely,

Mandie Crozier
Regulatory Specialist

mc
enclosures

RECEIVED

JUL 18 2005

DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

5. Lease Serial No.
UTU-027345

6. If Indian, Allottee or Tribe Name
N/A

7. If Unit or CA Agreement, Name and No.
Ashley

8. Lease Name and Well No.
Ashley Federal 1-27-9-15

9. API Well No.
43-013-32833

10. Field and Pool, or Exploratory
~~Monument Butte~~ Castle Peak 75

11. Sec., T., R., M., or Blk. and Survey or Area
NE/NE Sec. 27, T9S R15E

12. County or Parish
Duchesne

13. State
UT

1a. Type of Work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

2. Name of Operator
Newfield Production Company

3a. Address
Route #3 Box 3630, Myton UT 84052

3b. Phone No. (include area code)
(435) 646-3721

4. Location of Well (Report location clearly and in accordance with any State requirements. *)
At surface NE/NE 583' FNL 835' FEL 567331X 40.00758
At proposed prod. zone 4428687Y -110.2115

14. Distance in miles and direction from nearest town or post office*
Approximatley 16.5 miles southwest of Myton, Utah

15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drig. unit line, if any) Approx. 737' f/le, 4154' f/unit

16. No. of Acres in lease
280.00

17. Spacing Unit dedicated to this well
40 Acres

18. Distance from proposed location*
to nearest well, drilling, completed,
applied for, on this lease, ft. Approx. 1607'

19. Proposed Depth
5900'

20. BLM/BIA Bond No. on file
UT0056

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
6483' GL

22. Approximate date work will start*
4th Quarter 2005

23. Estimated duration
Approximately seven (7) days from spud to rig release.

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature
Mandi Crozier
Title
Regulatory Specialist

Name (Printed/Typed)
Mandi Crozier

Date
7/15/05

Approved by (Signature)
Bradley G. Hill
Title
ENVIRONMENTAL SCIENTIST III

Name (Printed/Typed)
BRADLEY G. HILL
ENVIRONMENTAL SCIENTIST III

Date
07-20-05

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

Federal Approval of this
Action is Necessary

RECEIVED
JUL 18 2005
DIV. OF OIL, GAS & MINING

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, ASHLEY UNIT 1-27,
LOCATED AS SHOWN IN THE NE 1/4 NE
1/4 OF SECTION 27, T9S, R15E,
S.L.B.&M. DUCHESNE COUNTY, UTAH.



Note:

The Proposed Well head bears
S55°04'18"W 1018.87' from the
Northeast Corner of Section 27.

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS
PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS
MADE BY ME OR UNDER MY SUPERVISION AND THAT
THE SAME ARE TRUE AND CORRECT TO THE BEST OF
MY KNOWLEDGE AND BELIEF. No. 189377

STACY W

REGISTERED LAND SURVEYOR
REGISTRATION No. 122372
STATE OF UTAH

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078
(435) 781-2501

SCALE: 1" = 1000'

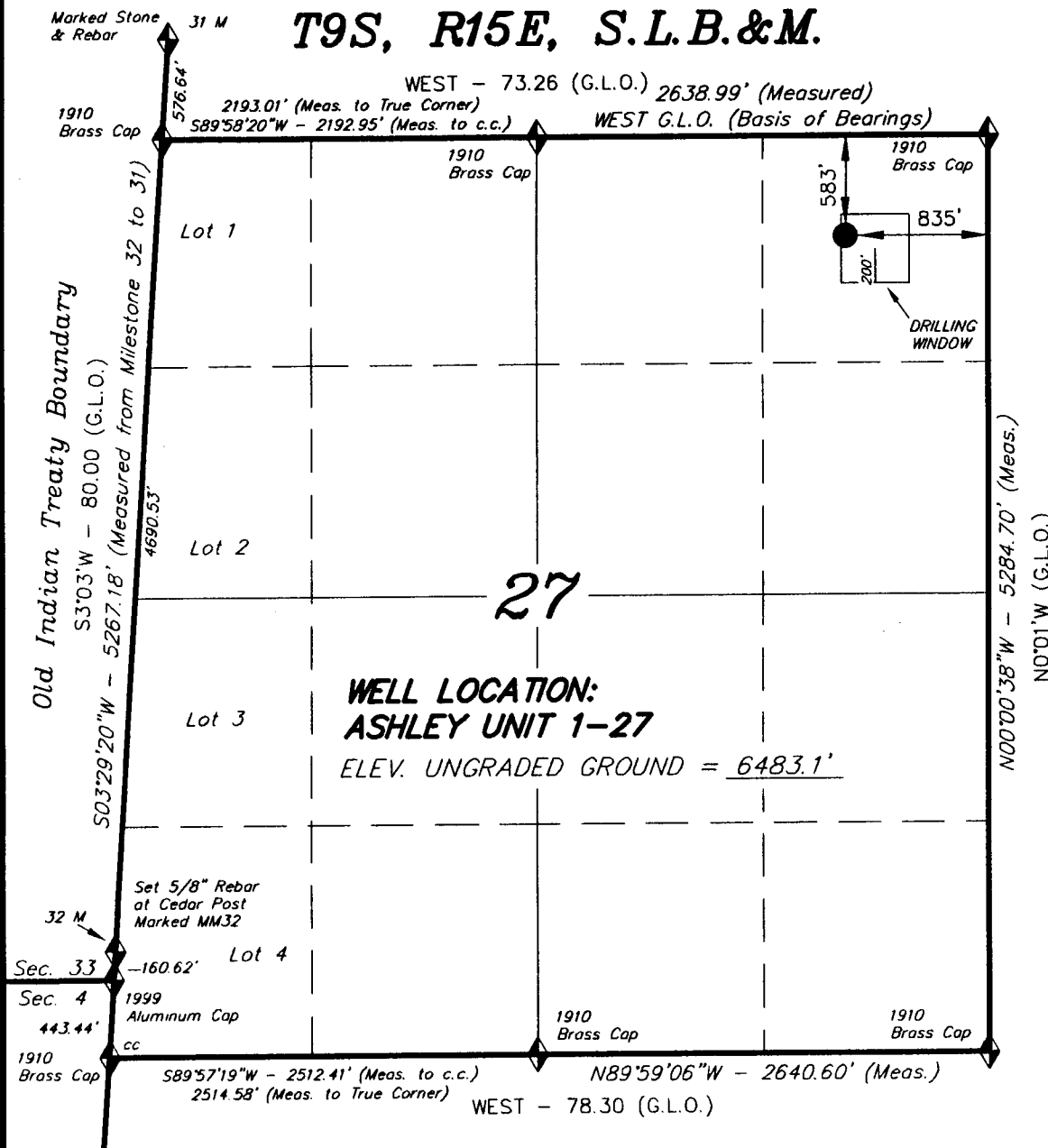
SURVEYED BY: D.P.

DATE: 6-2-05

DRAWN BY: F.T.M.

NOTES:

FILE #



 = SECTION CORNERS LOCATED

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (MYTON SW)

**NEWFIELD PRODUCTION COMPANY
ASHLEY FEDERAL #1-27-9-15
NE/NE SECTION 27, T9S, R15E
DUCHESNE COUNTY, UTAH**

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Uinta	0' – 2420'
Green River	2420'
Wasatch	5900'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation 2420' – 5900' - Oil

4. PROPOSED CASING PROGRAM

Please refer to the Monument Butte Field Standard Operation Procedure (SOP).

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Please refer to the Monument Butte Field SOP. See Exhibit "C".

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

Please refer to the Monument Butte Field SOP.

7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Please refer to the Monument Butte Field SOP.

8. TESTING, LOGGING AND CORING PROGRAMS:

Please refer to the Monument Butte Field SOP.

9. ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:

The anticipated maximum bottom hole pressure is 1800 psi. It is not anticipated that abnormal temperatures will be encountered.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

Please refer to the Monument Butte Field SOP.

**NEWFIELD PRODUCTION COMPANY
ASHLEY FEDERAL #1-27-9-15
NE/NE SECTION 27, T9S, R15E
DUCHESNE COUNTY, UTAH**

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Ashley Federal #1-27-9-15 located in the NE 1/4 NE 1/4 Section 27, T9S, R15E, Duchesne County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles \pm to the junction of this highway and UT State Hwy 53; proceed southwesterly along Hwy 53 - 1.8 miles \pm to it's junction with an existing road to the southwest; proceed southwesterly - 13.1 miles \pm to it's junction with the beginning of the proposed access road; proceed along the proposed access road 1,790' \pm to the proposed well location.

2. PLANNED ACCESS ROAD

See Topographic Map "B" for the location of the proposed access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

All permanent surfaces equipment will be painted Olive Black.
Please refer to the Monument Butte Field Standard Operating Procedure (SOP).

5. LOCATION AND TYPE OF WATER SUPPLY

Please refer to the Monument Butte Field SOP. See Exhibit "A".

6. SOURCE OF CONSTRUCTION MATERIALS

Please refer to the Monument Butte Field SOP.

7. METHODS FOR HANDLING WASTE DISPOSAL

Please refer to the Monument Butte Field SOP.

8. ANCILLARY FACILITIES

Please refer to the Monument Butte Field SOP.

9. **WELL SITE LAYOUT**

See attached Location Layout Diagram.

10. **PLANS FOR RESTORATION OF SURFACE**

Please refer to the Monument Butte Field SOP.

11. **SURFACE OWNERSHIP** - Bureau Of Land Management

12. **OTHER ADDITIONAL INFORMATION**

The Archaeological Resource Survey and Paleontological Resource Survey for this area are attached. MOAC Report #04-205, 6/28/05. Paleontological Resource Survey prepared by, Wade E. Miller, 4/7/04. See attached report cover pages, Exhibit "D".

For the Ashley Federal #1-27-9-15 Newfield Production Company requests 1790' of disturbed area be granted in Lease UTU-027345 to allow for construction of the proposed access road. **Refer to Topographic Map "B".** The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 450' of disturbed area be granted in Lease UTU-02458 and 1790' of disturbed area be granted in Lease UTU-027345 to allow for construction of the proposed gas lines. It is proposed that the disturbed area will be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line. Both lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."** For a ROW plan of development, please refer to the Monument Butte Field SOP.

Newfield Production Company requests 450' of disturbed area be granted in Lease UTU-02458 and 1790' of disturbed area be granted in Lease UTU-027345 to allow for construction of the proposed water lines. It is proposed that the disturbed area will be 50' wide to allow for construction of a buried 3" steel water injection line and a 3" poly water return line. **Refer to Topographic Map "C."** For a ROW plan of development, please refer to the Monument Butte Field SOP.

Water Disposal

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

Threatened, Endangered, And Other Sensitive Species

Great Horned Owl: Due to the proximity of the location to active great horned owl nest, there is the potential to encounter nesting great horned owls between February 1 and July 15. If new construction or surface disturbing activities are scheduled between February 1 and July 15, pre-

construction surveys will be conducted to detect the presence of nesting great horned owls within 0.5 mile of any new construction or surface disturbing activity (see Vernal BLM Field Office Protocol). No new construction or surface disturbing activities will be allowed between February 1 and July 15 within a 0.5 mile radius of any active great horned owl nest.

Elk and Deer winter range: No new construction or surface disturbing activities will be allowed Dec. 1st and April 30th.

Reserve Pit Liner

A 12 mil liner with felt is required. Please refer to the Monument Butte Field SOP.

Location and Reserve Pit Reclamation

Please refer to the Monument Butte Field SOP.

The following seed mixture will be used on the topsoil stockpile, to the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

Needle and Threadgrass	<i>Stipa Comata</i>	4 lbs/acre
Beardless Bluebunch Wheatgrass	<i>Agropyron Spicatum Var. Inerme</i>	3 lbs/acre
Indian Ricegrass	<i>Oryzopsis Hymenoides</i>	4 lbs/acre
Black Sage	<i>Artemisia Nova</i>	1 lbs/acre

Details of the On-Site Inspection

The proposed Ashley Federal #1-27-9-15 was on-sited on 4/12/05. The following were present; Shon Mckinnon (Newfeild Production), Brad Mecham (Newfield Production), David Gerbig (Newfield Production), Byron Tolman (Bureau of Land Management), and Amy Torres (Bureau of Land Management). Weather conditions were clear.

13. LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

Representative

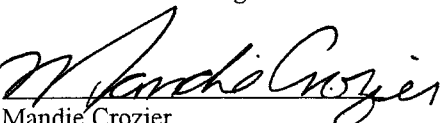
Name: Shon Mckinnon
Address: Route #3 Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

Certification

Please be advised that NEWFIELD PRODUCTION COMPANY is considered to be the operator of well #1-27-9-15 NE/NE Section 27, Township 9S, Range 15E: Lease UTU-027345 Duchesne County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Hartford Accident #4488944.

I hereby certify that the proposed drillsite and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

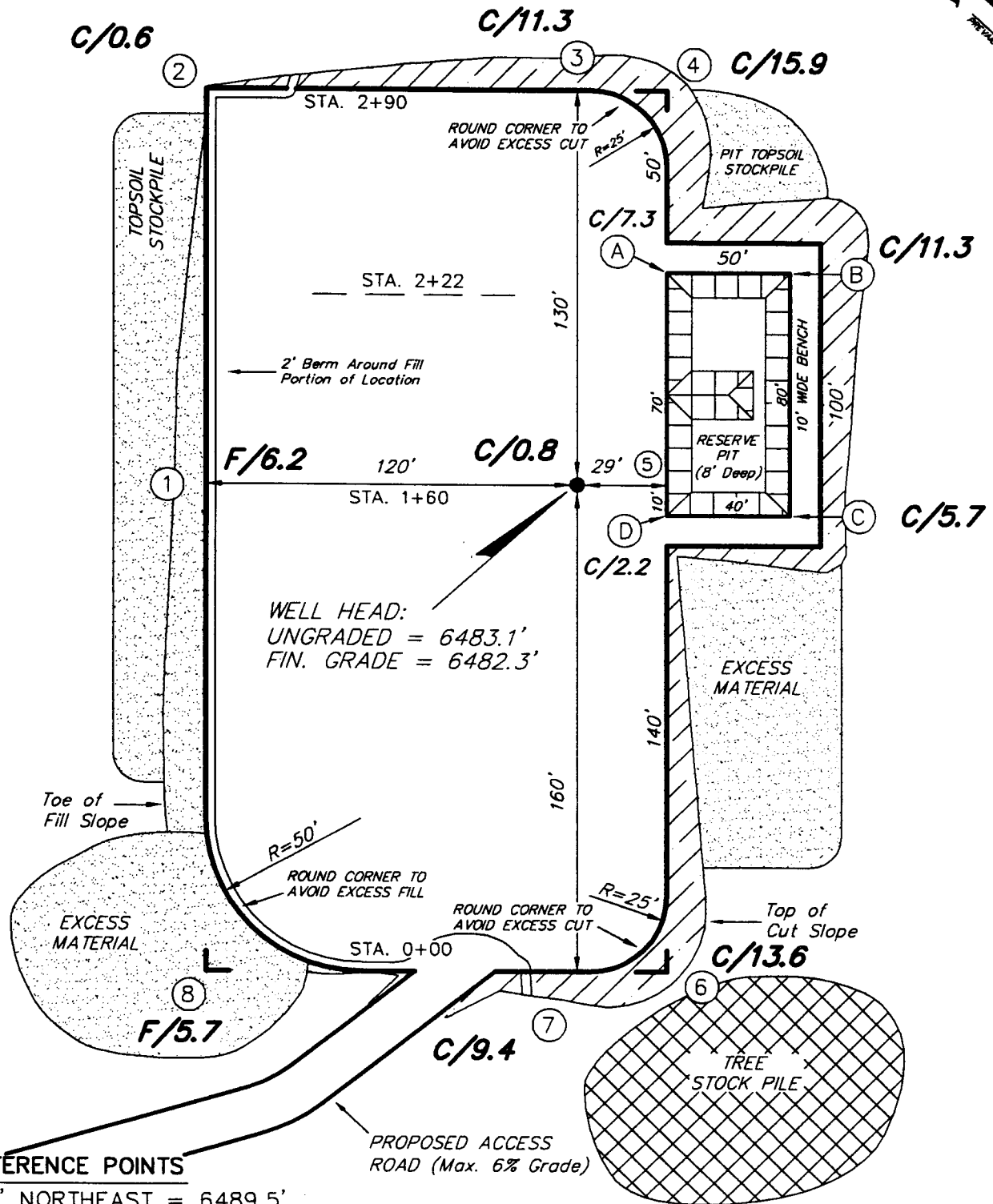
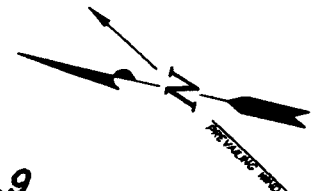
7/15/05
Date


Mandie Crozier
Regulatory Specialist
Newfield Production Company

NEWFIELD PRODUCTION COMPANY

ASHLEY UNIT 1-27

Section 27, T9S, R15E, S.L.B.&M.



REFERENCE POINTS

180' NORTHEAST = 6489.5'
 230' NORTHEAST = 6479.0'
 170' NORTHWEST = 6472.1'
 220' NORTHWEST = 6467.4'

SURVEYED BY: D.P.

SCALE: 1" = 50'

DRAWN BY: F.T.M.

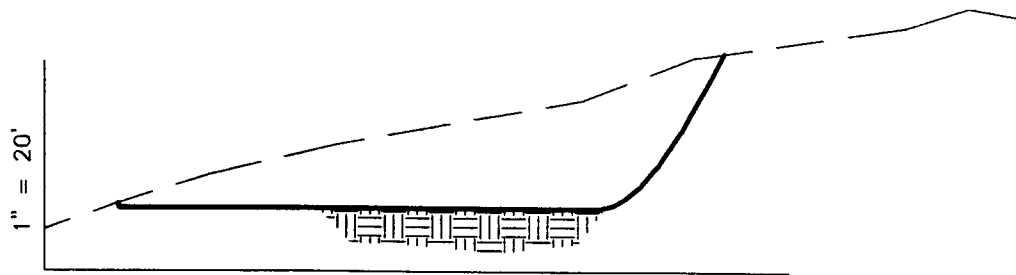
DATE: 6-2-05

Tri State (435) 781-2501
 Land Surveying, Inc.
 180 NORTH VERNAL AVE. VERNAL, UTAH 84078

NEWFIELD PRODUCTION COMPANY

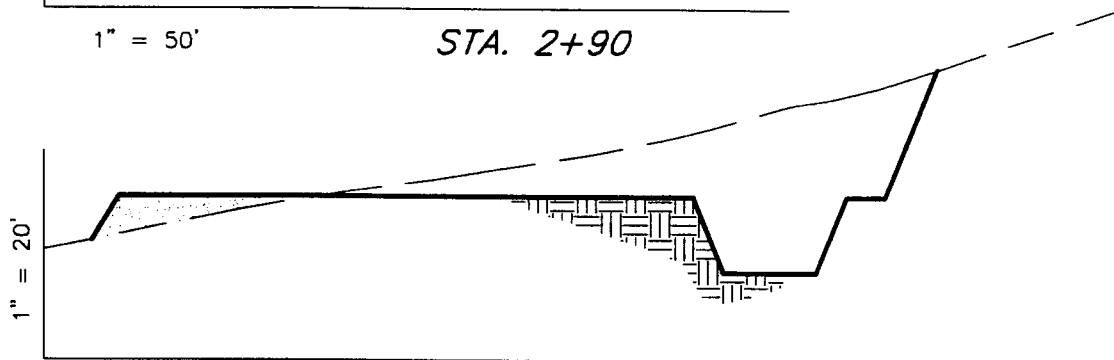
CROSS SECTIONS

ASHLEY UNIT 1-27



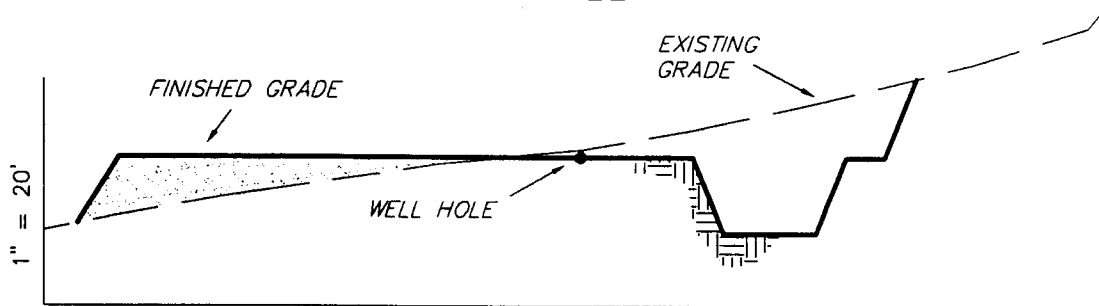
1" = 50'

STA. 2+90



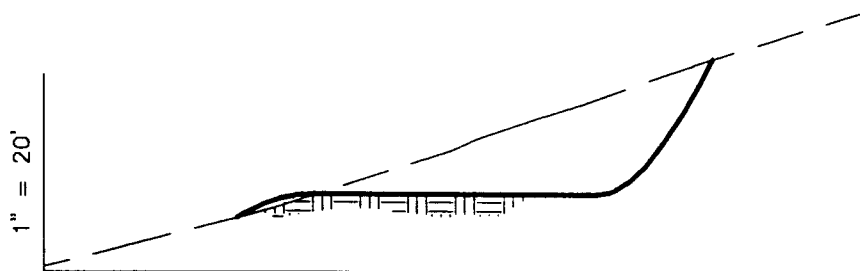
1" = 50'

STA. 2+22



1" = 50'

STA. 1+60



1" = 50'

STA. 0+00

NOTE:
UNLESS OTHERWISE NOTED
CUT SLOPES ARE AT 1:1
FILL SLOPES ARE AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used) (Expressed in Cubic Yards)

ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	5,140	3,100	Topsoil is not included in Pad Cut	2,040
PIT	640	0		640
TOTALS	5,780	3,100	1,042	2,680

SURVEYED BY: D.P.

SCALE: 1" = 50'

DRAWN BY: F.T.M.

DATE: 6-2-05

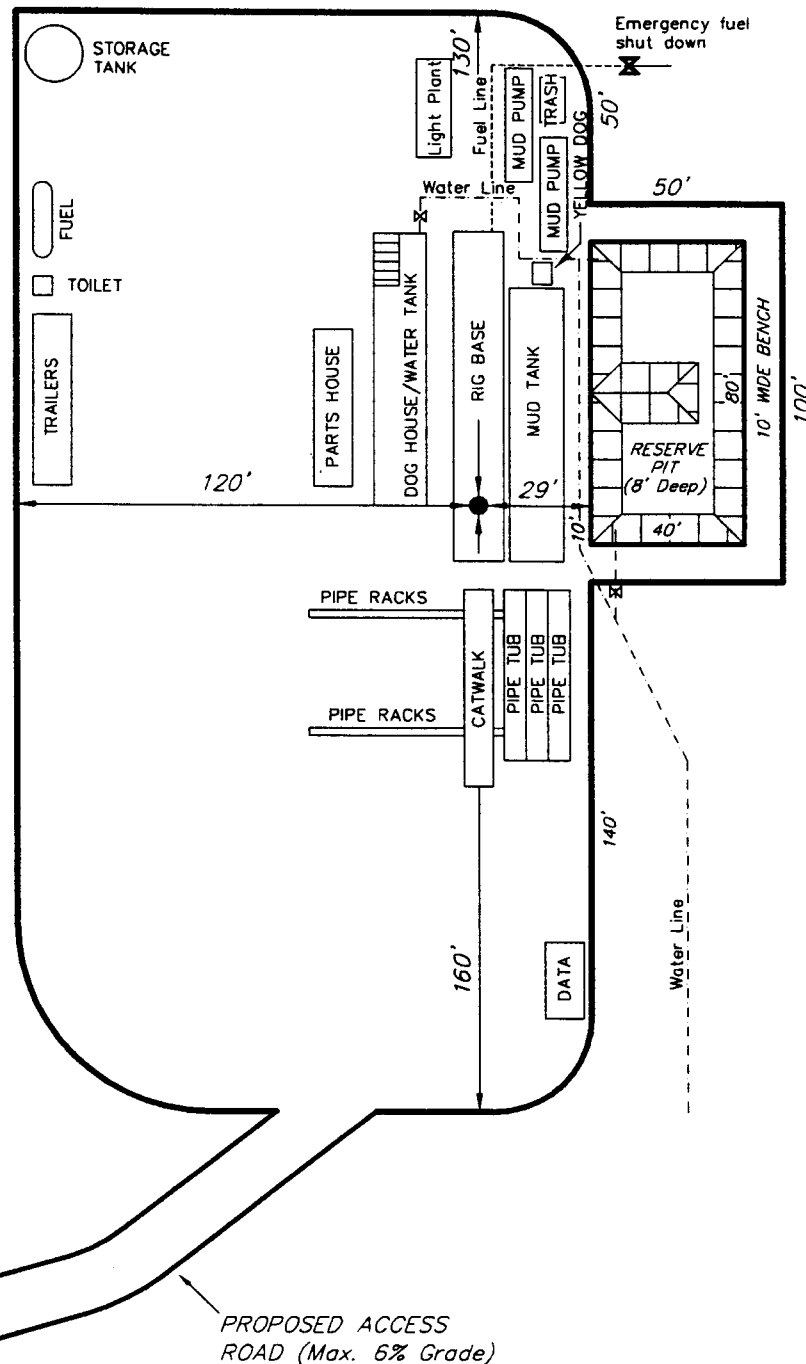
Tri State
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078

(435) 781-2501

NEWFIELD PRODUCTION COMPANY

TYPICAL RIG LAYOUT

ASHLEY UNIT 1-27



SURVEYED BY: D.P.

SCALE: 1" = 50'

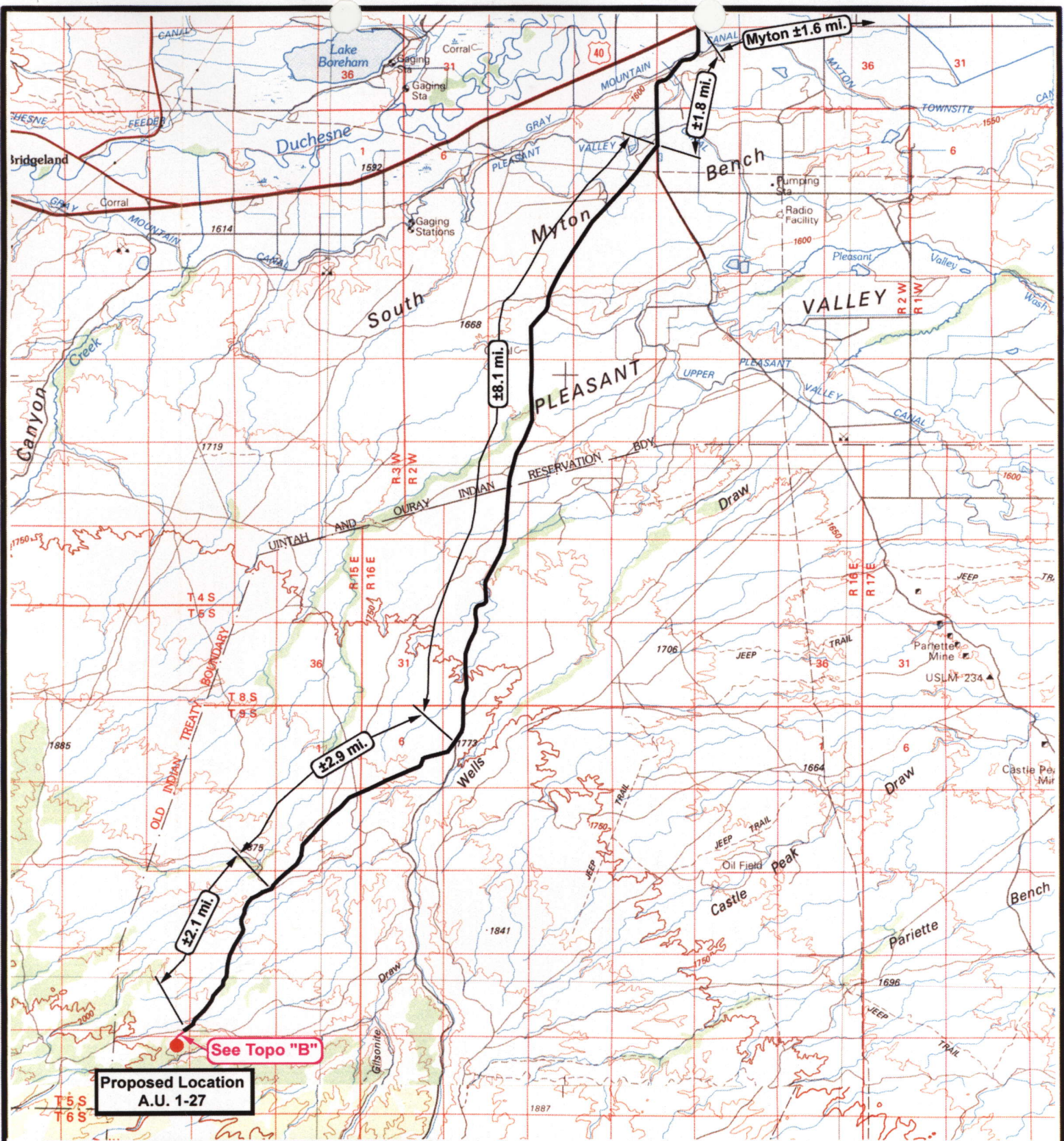
DRAWN BY: F.T.M.






DATE: 6-2-05

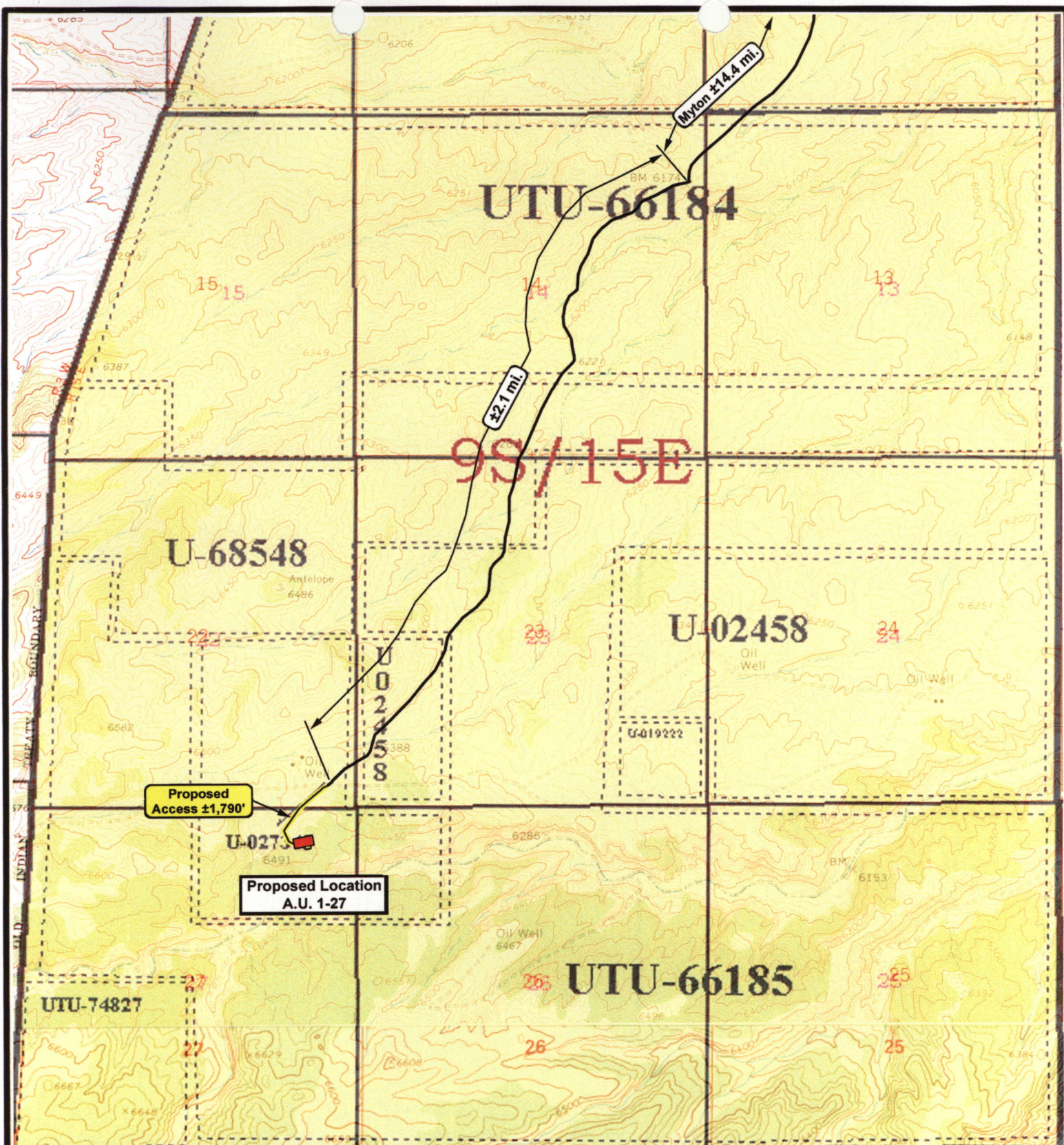
Tri State
Land Surveying, Inc.

(435) 781-2501

180 NORTH VERNAL AVE. VERNAL, UTAH 84078



 <p>NEWFIELD Exploration Company</p> <p>Ashley Unit 1-27-9-15 SEC. 27, T9S, R15E, S.L.B.&M.</p>		 <p>Tri-State Land Surveying Inc. (435) 781-2501 180 North Vernal Ave. Vernal, Utah 84078</p> <p>SCALE: 1 = 100,000 DRAWN BY: mw DATE: 06-06-2005</p>	<p>Legend</p> <p> Existing Road</p> <p> Proposed Access</p> <p>TOPOGRAPHIC MAP</p> <p>"A"</p>



NEWFIELD
Exploration Company

Ashley Unit 1-27-9-15
SEC. 27, T9S, R15E, S.L.B.&M.



Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'

DRAWN BY: mw

DATE: 06-06-2005

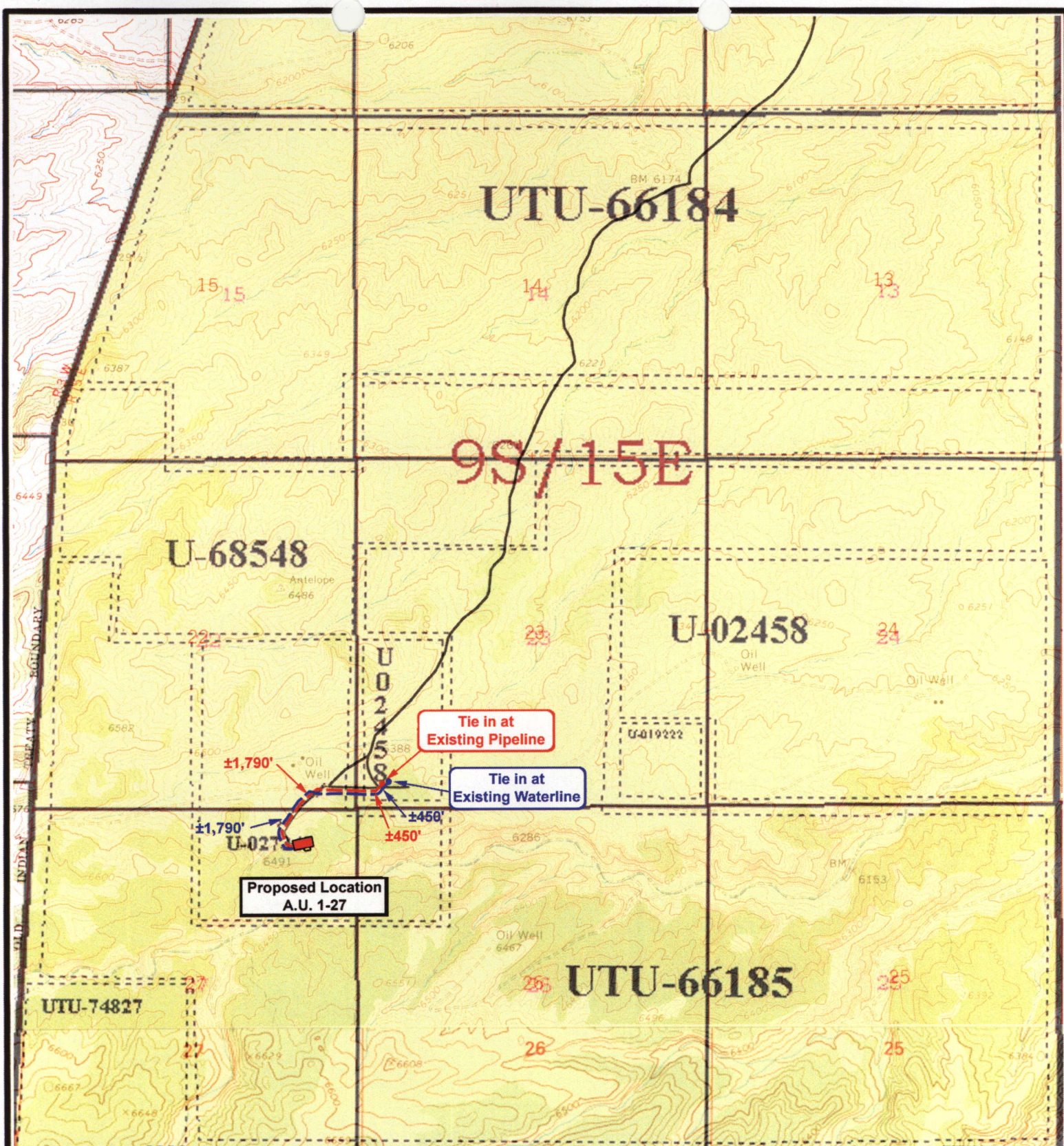
Legend


Existing Road

Proposed Access

TOPOGRAPHIC MAP

"B"





NEWFIELD
Exploration Company

Ashley Unit 1-27-9-15
SEC. 27, T9S, R15E, S.L.B.&M.





Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'

DRAWN BY: mw

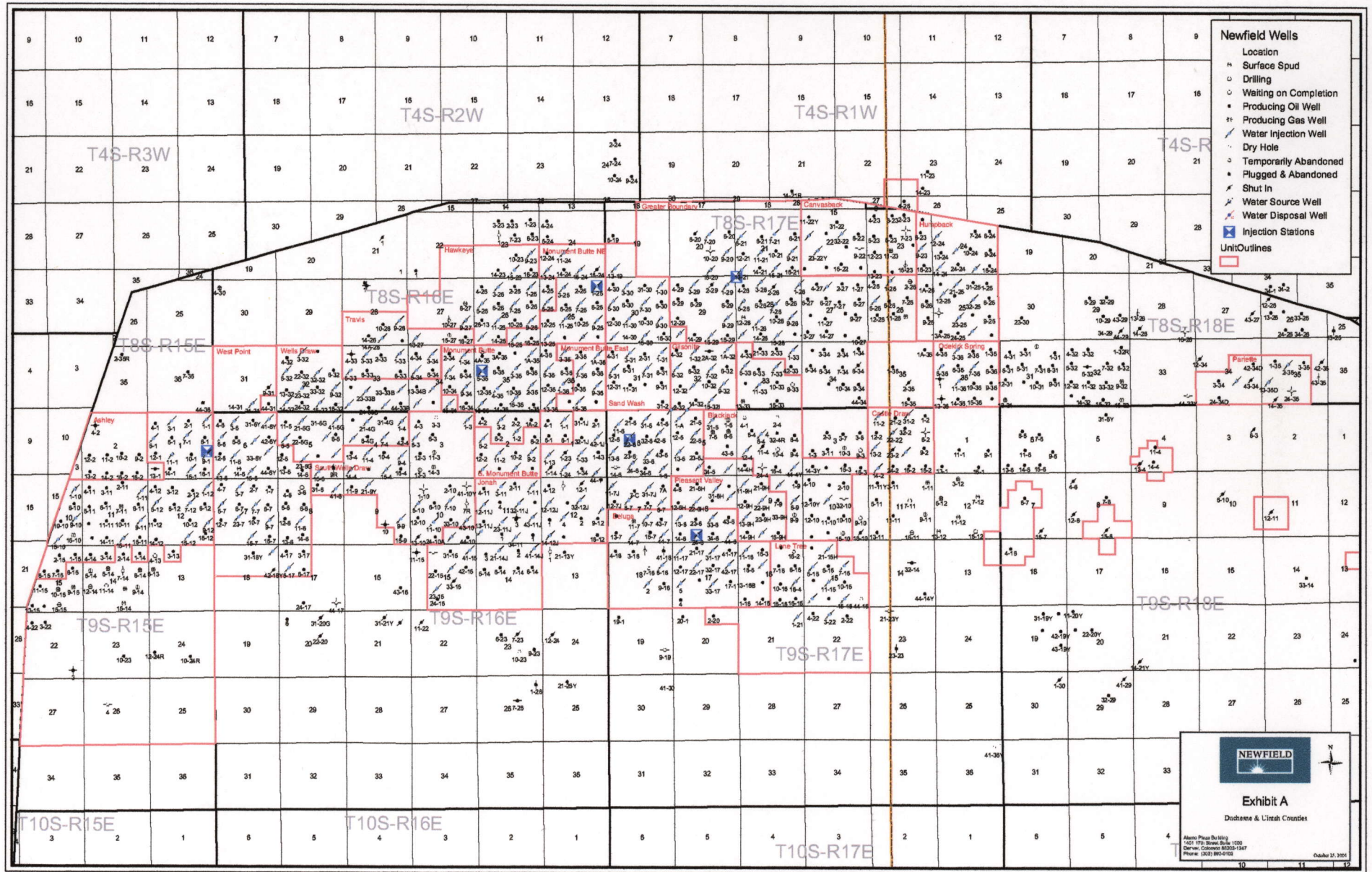
DATE: 06-06-2005

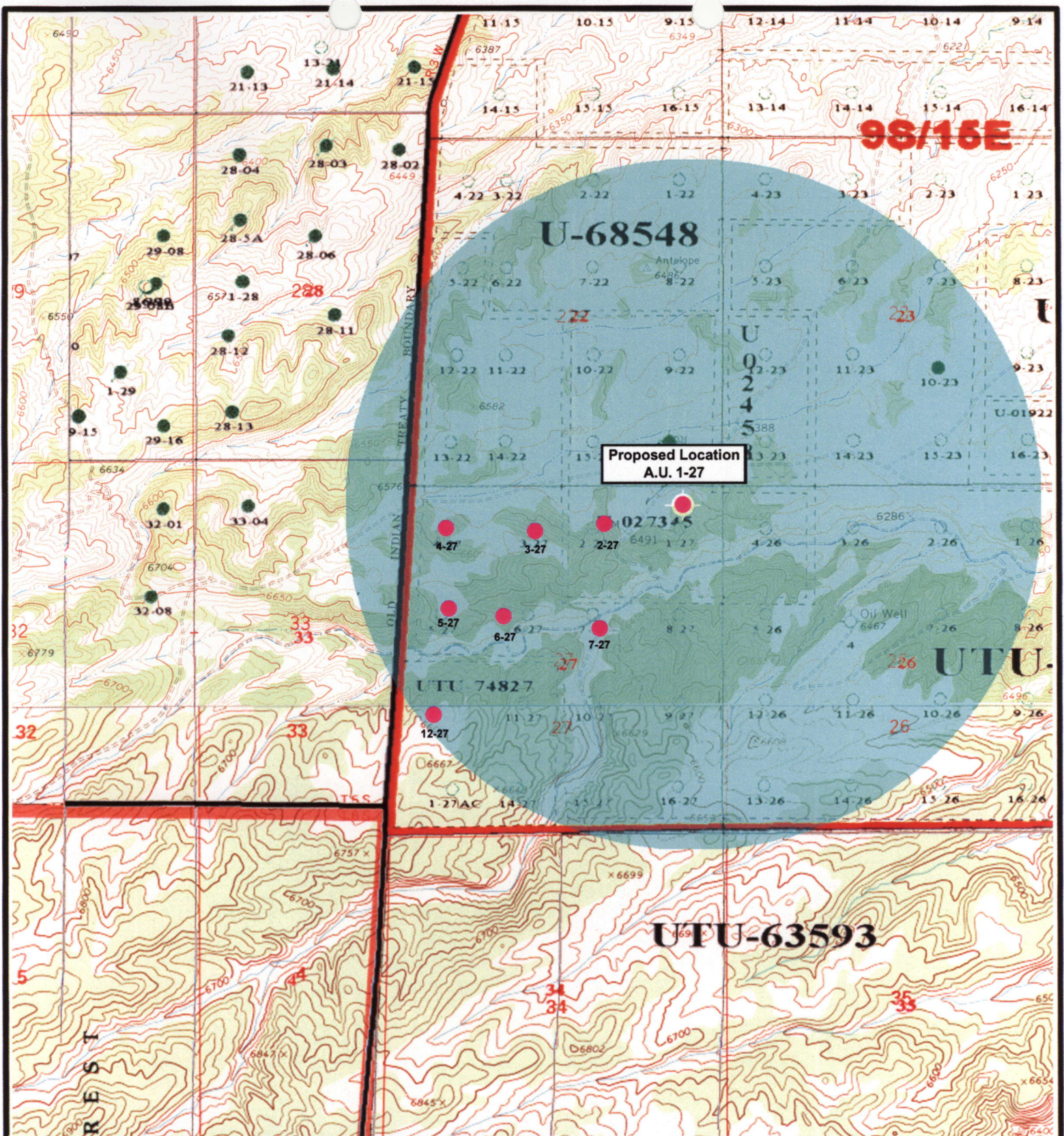
Legend


	Roads
	Proposed Gas Line
	Proposed Water Line

TOPOGRAPHIC MAP

C







NEWFIELD
Exploration Company

Ashley Unit 1-27-9-15
SEC. 27, T9S, R15E, S.L.B.&M.





Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'

DRAWN BY: mw

DATE: 06-06-2005

Legend

● Proposed Location

● One-Mile Radius

Exhibit "B"

2-M SYSTEM

Blowout Prevention Equipment Systems

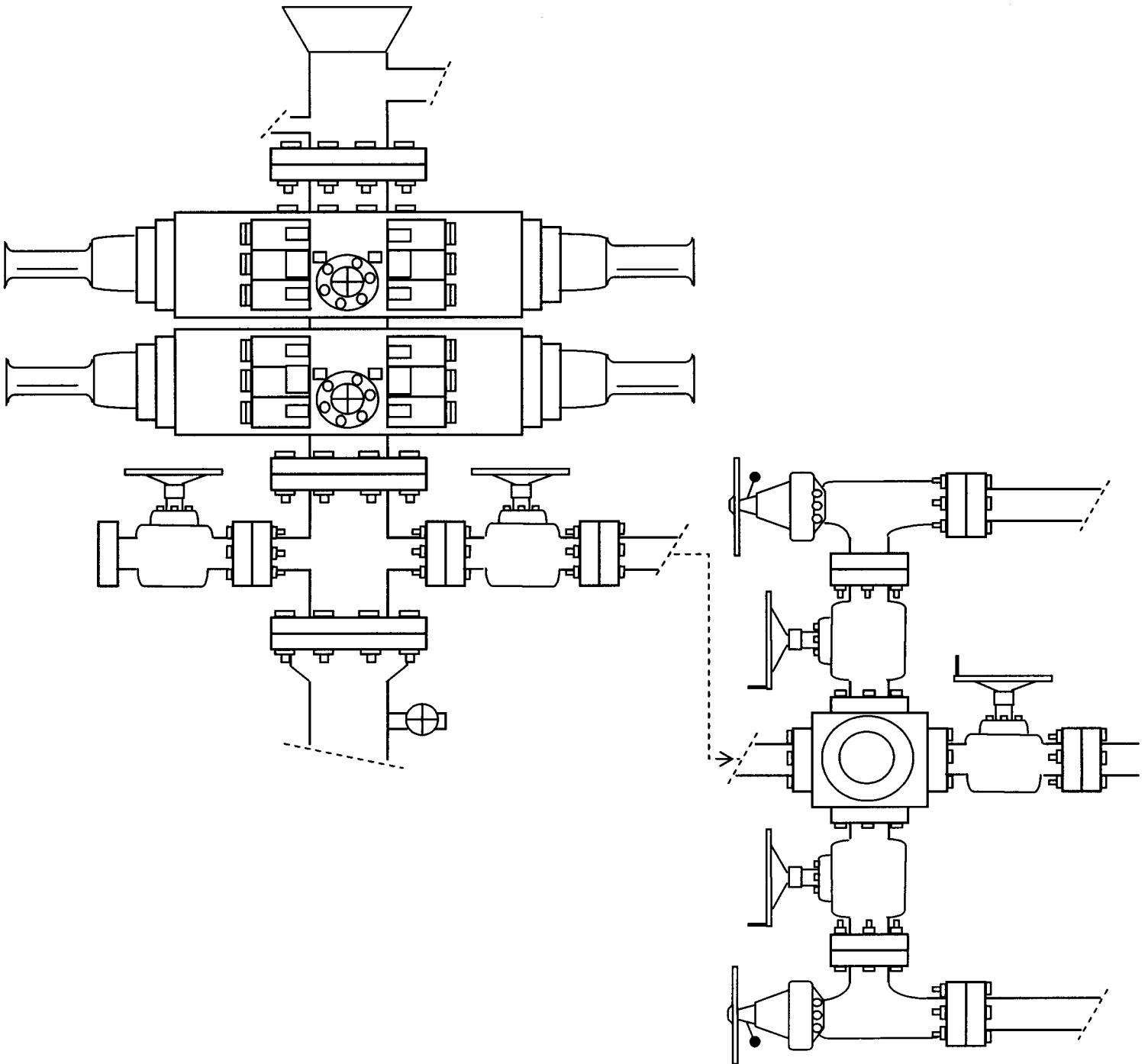


EXHIBIT C

CULTURAL RESOURCE INVENTORY OF
NEWFIELD EXPLORATIONS 1800 ACRE BLOCK PARCEL
IN TOWNSHIP 9 SOUTH, RANGE 15 EAST
SECTIONS 25, 26 AND 27, DUCHESNE COUNTY, UTAH

By:

Kylie Lower-Eskelson
and
Keith Montgomery

Prepared For:

Bureau of Land Management
Vernal Field Office

Prepared Under Contract With:

Newfield Exploration Company
Route 3 Box 3630
Myton, Utah 84052

Prepared By:

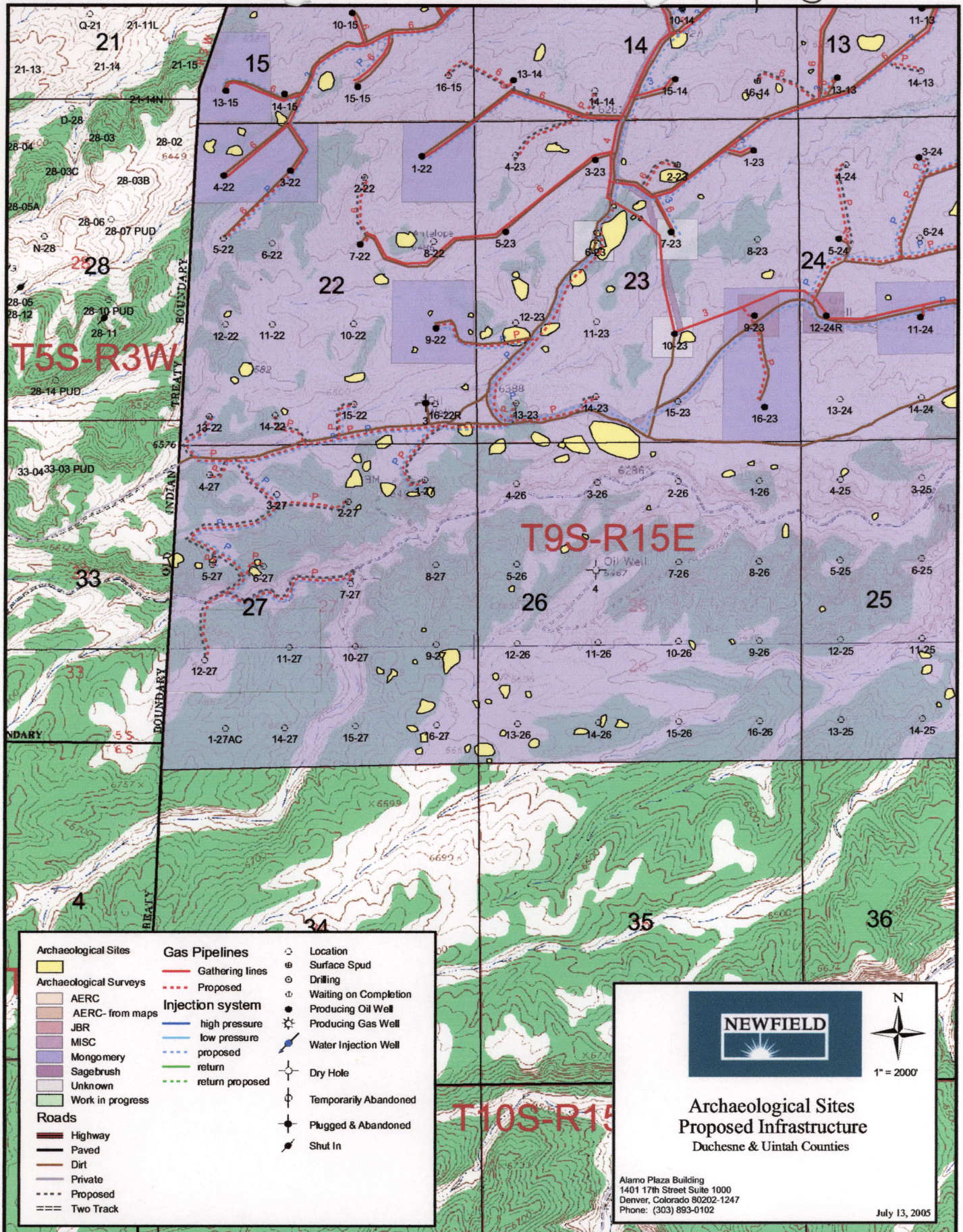
Montgomery Archaeological Consultants
P.O. Box 147
Moab, Utah 84532

MOAC Report No. 04-205

June 28, 2005

United States Department of Interior (FLPMA)
Permit No. 04-UT-60122

State of Utah Antiquities Project (Survey)
Permit No. U-04-MQ-1417b



INLAND RESOURCES, INC.

**PALEONTOLOGICAL FIELD SURVEY OF PROPOSED
PRODUCTION DEVELOPMENT AREAS,
DUCHESNE & UTAH COUNTIES, UTAH**

Section 13, T 9 S, R 16 E [excluding NW 1/4];
Section 11, T 9 S, R 18 E [excluding NW/SW, 12-11];
Section 27, T 9 S, R 15 E [excluding NE/SW, 11-27]

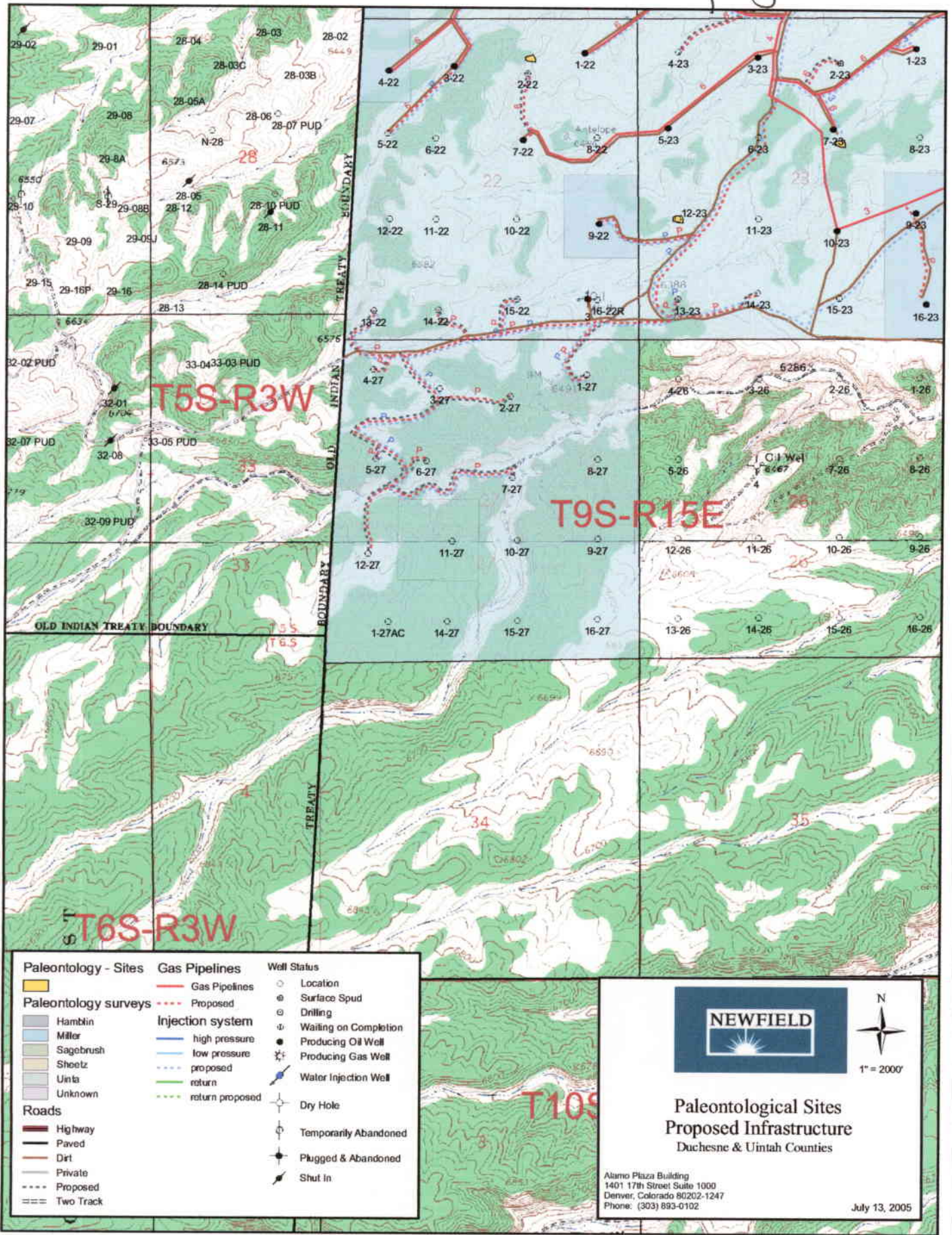
REPORT OF SURVEY

Prepared for:

Inland Resources, Inc.

Prepared by:

Wade E. Miller
Consulting Paleontologist
April 7, 2004



WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 07/18/2005

API NO. ASSIGNED: 43-013-32833

WELL NAME: ASHLEY FED 1-27-9-15

OPERATOR: NEWFIELD PRODUCTION (N2695)

CONTACT: MANDIE CROZIER

PHONE NUMBER: 435-646-3721

PROPOSED LOCATION:

NENE 27 090S 150E

SURFACE: 0583 FNL 0835 FEL

BOTTOM: 0583 FNL 0835 FEL

DUCHESNE

CASTLE PEAK (75)

LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-027345

SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: GRRV

COALBED METHANE WELL? NO

INSPECT LOCATN BY: / /

Tech Review	Initials	Date
Engineering		
Geology		
Surface		

LATITUDE: 40.00758

LONGITUDE: -110.2112

RECEIVED AND/OR REVIEWED:

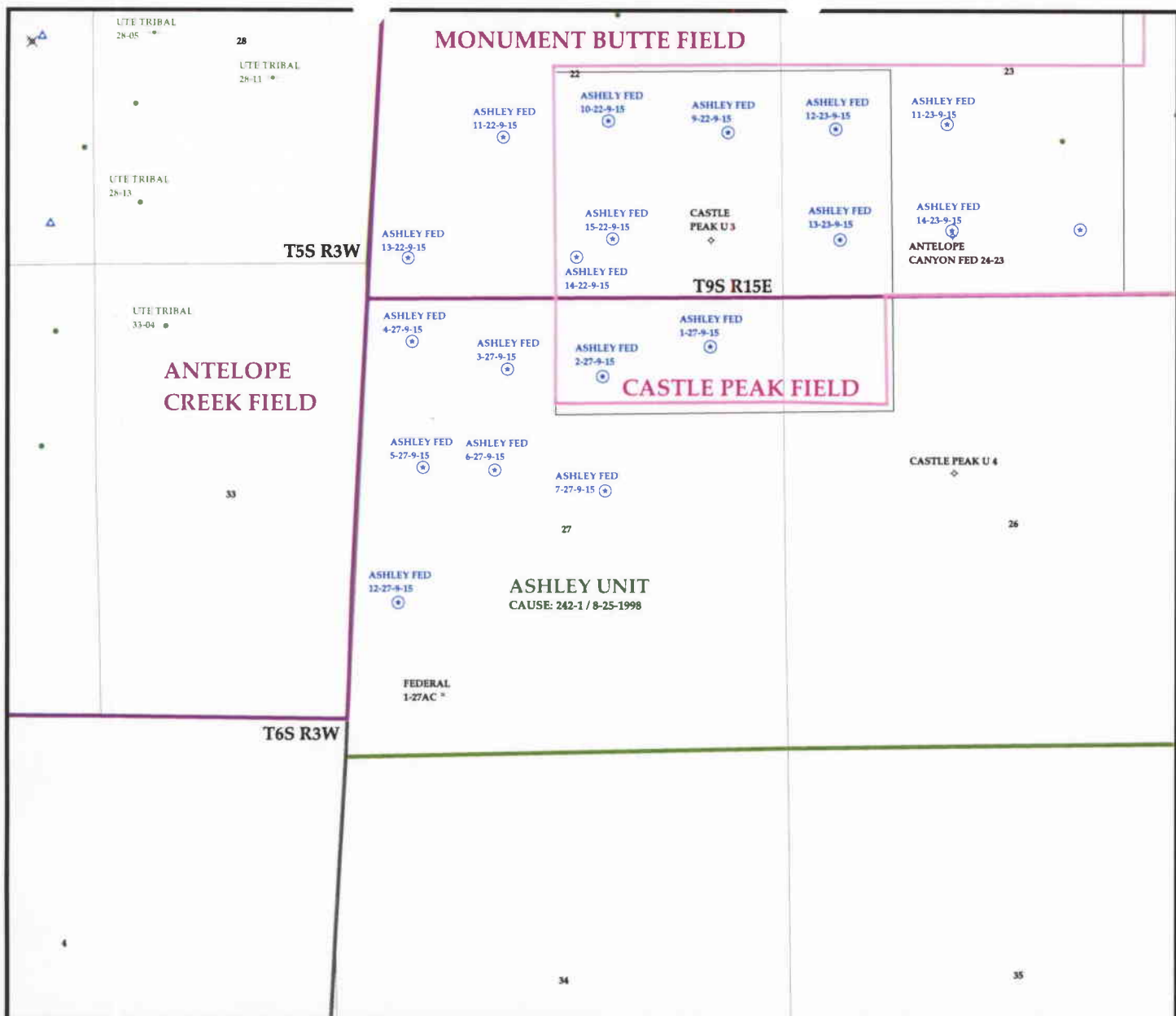
☒ Plat
☒ Bond: Fed[1] Ind[] Sta[] Fee[]
(No. UT0056)
☒ Potash (Y/N)
☒ Oil Shale 190-5 (B) or 190-3 or 190-13
☒ Water Permit
(No. MUNICIPAL)
☒ RDCC Review (Y/N)
(Date: _____)
☒ Fee Surf Agreement (Y/N)
☒ Intent to Commingle (Y/N)

LOCATION AND SITING:

____ R649-2-3.
Unit ASHLEY
____ R649-3-2. General
Siting: 460 From Qtr/Qtr & 920' Between Wells
____ R649-3-3. Exception
☒ Drilling Unit
Board Cause No: 242-1
Eff Date: 8-25-1998
Siting: Suspends General Siting
____ R649-3-11. Directional Drill

COMMENTS: Sop. Separate file

STIPULATIONS: 1. Federal Approval



OPERATOR: NEWFIELD PROD CO (N2695)

SEC: 27 T. 9S R. 15E

FIELD: CASTLE PEAK (75)

COUNTY: DUCHESNE

CAUSE: 242-1 / 8-25-1998

Wells

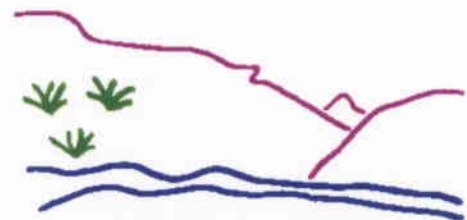
- ⊕ GAS INJECTION
- ⊙ GAS STORAGE
- ⊗ LOCATION ABANDONED
- ⊕ NEW LOCATION
- ⊖ PLUGGED & ABANDONED
- ⊙ PRODUCING GAS
- PRODUCING OIL
- ⊙ SHUT-IN GAS
- ⊙ SHUT-IN OIL
- ⊗ TEMP. ABANDONED
- ⊙ TEST WELL
- ⊕ WATER INJECTION
- ⊕ WATER SUPPLY
- ⊕ WATER DISPOSAL

Units.shp

- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

Fields.shp

- ABANDONED
- ACTIVE
- COMBINED
- INACTIVE
- PROPOSED
- STORAGE
- TERMINATED



Utah Oil Gas and Mining



PREPARED BY: DIANA WHITNEY
DATE: 19-JULY-2005

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office

P.O. Box 45155

Salt Lake City, Utah 84145-0155

IN REPLY REFER TO:

3160

(UT-922)

July 20, 2005

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2005 Plan of Development Ashley Unit,
Duchesne County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2005 within the Ashley Unit, Duchesne County, Utah.

API #	WELL NAME	LOCATION
(Proposed PZ Green River)		
43-013-32833	Ashley Federal 1-27-9-15	Sec 27 T09S R15E 0583 FNL 0835 FEL
43-013-32834	Ashley Federal 2-27-9-15	Sec 27 T09S R15E 0938 FNL 2087 FEL
43-013-32835	Ashley Federal 3-27-9-15	Sec 27 T09S R15E 0812 FNL 1638 FWL
43-013-32836	Ashley Federal 5-27-9-15	Sec 27 T09S R15E 1961 FNL 0656 FWL
43-013-32837	Ashley Federal 6-27-9-15	Sec 27 T09S R15E 1996 FNL 1488 FWL
43-013-32838	Ashley Federal 7-27-9-15	Sec 27 T09S R15E 2277 FNL 2057 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Ashley Unit
Division of Oil Gas and Mining
Central Files
Agr. Sec. Chron
Fluid Chron

MCoulthard:mc:7-20-05



State of Utah

**Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

July 20, 2005

Newfield Production Company
Rt. #3, Box 3630
Myton, UT 84052

Re: Ashley Federal 1-27-9-15 Well, 583' FNL, 835' FEL, NE NE,
Sec. 27, T. 9 South, R. 15 East, Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-32833.

Sincerely,

Gil Hunt
Acting Associate Director

pab
Enclosures

cc: Duchesne County Assessor
Bureau of Land Management, Vernal District Office

Operator: Newfield Production Company
Well Name & Number Ashley Federal 1-27-9-15
API Number: 43-013-32833
Lease: UTU-027345

Location: NE NE **Sec.** 27 **T.** 9 South **R.** 15 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

- Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals

5. Lease Designation and Serial No.

UTU-027345

6. If Indian, Allottee or Tribe Name

NA

7. If Unit or CA, Agreement Designation

ASHLEY (GR RVR)

8. Well Name and No.

ASHLEY FEDERAL 1-27-9-15

9. API Well No.

43-013-32833

10. Field and Pool, or Exploratory Area

MONUMENT BUTTE

11. County or Parish, State

DUCHESNE COUNTY, UT.

SUBMIT IN TRIPLICATE

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

NEWFIELD PRODUCTION COMPANY

3. Address and Telephone No.

Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)

583 FNL 835 FEL NE/NE Section 27, T9S R15E

12. **CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION

☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other **Permit Extension**

☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 7/20/05 (expiration 7/20/06).

This APD has not been approved yet by the BLM.

Approved by the
Utah Division of
Oil, Gas and Mining
Date: **07-13-06**
By: **[Signature]**

COPY SENT TO OPERATOR
Date: **10-11-06**
Initials: **RM**

RECEIVED

JUL 12 2006

DIV. OF OIL, GAS & MINING

14. I hereby certify that the foregoing is true and correct

Signed

[Signature]
Mandie Crozier

Title

Regulatory Specialist

Date

7/10/2006

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval, if any:

CC: Utah DOGM



**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-013-32833
Well Name: Ashley Federal 1-27-9-15
Location: NE/NE Section 27, T9S R15E
Company Permit Issued to: Newfield Production Company
Date Original Permit Issued: 7/20/2005

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☒ NA

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

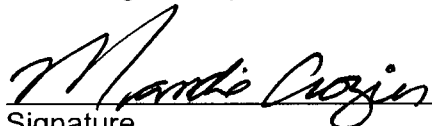
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐


Signature

7/10/2006
Date

Title: Regulatory Specialist

Representing: Newfield Production Company

RECEIVED
JUL 12 2006

DIV. OF OIL, GAS & MINING



State of Utah

**Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

August 17, 2006

Mandy Crozier
Newfield Production Co
Route 3 Box 3630
Myton, UT 84052

Re: APD Rescinded –Ashley Federal 1-27-9-15 Sec. 27 T. 9S R. 15E
Duchesne County, Utah API No. 43-013-32833

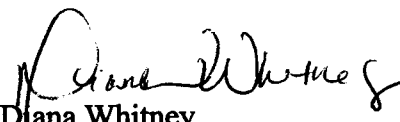
Dear Ms. Crozier:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on July 20, 2005. On July 13, 2006, the Division granted a one-year APD extension. On August 15, 2006, you requested that the division rescind the state approved APD. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective August 15, 2006.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,


Diana Whitney
Engineering Technician

cc: Well File
Bureau of Land Management, Vernal